

PURCHASING & LICENSING COMMITTEE

12-0228R

RESOLUTION AWARDING A CONTRACT TO ARROWHEAD CONCRETE WORKS, INC., FOR THE PURCHASING AND DELIVERY OF APPROXIMATELY 750 CUBIC YARDS OF READY-MIX CONCRETE DURING YEAR 2012 AS NEEDED FOR AN ESTIMATED TOTAL OF \$81,518.91.


CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with Arrowhead Concrete Works, Inc., for the purchase and delivery of approximately 750 cubic yards of ready-mix concrete as needed during year 2012 by street maintenance crews in accordance with city-approved bid specifications and the vendor's bid of \$101.70 per cubic yard of type 3A32 high early concrete, for a total of \$76,275.00 plus \$5,243.91 sales tax, for an estimated combined total of \$81,518.91, terms net 30, FOB destination, payable from the General Fund 110, Dept./Agency 121 (Public Administration), Division 1217 (Maintenance Operations), Cost Center 2140 (Street Maintenance), Object 5224 (Gravel & Other Maintenance Materials).

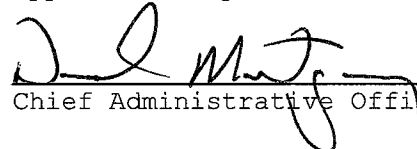
Approved:



Department Director

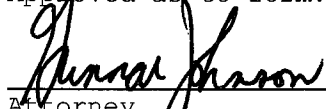
Purchasing Agent  _____

Approved for presentation to council:



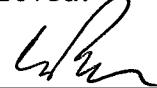
Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

STATEMENT OF PURPOSE: This resolution authorizes a contract with Arrowhead Concrete Works, Inc., for approximately 750 cubic yards of ready-mix concrete for year 2012, at an estimated total of \$81,518.91, payable from the general fund.

The concrete will be used by street maintenance crews for various projects throughout the city. The quantity is an estimate only, based on last season's use. The city does not guarantee a minimum or maximum quantity to be ordered.

The city purchasing division posted the request for bids April 5, 2012, on its website, and received two complete bids by the closing date. The city evaluated the results by calculating the cost of 750 yards of type 3432 high early concrete based on each vendor's quote.

READY-MIX CONCRETE Bid No. 12-0248 Bids Opened April 19, 2012		
Vendor	City/State	Estimated Bid (\$ for Type 3432 High Early x 750 Cubic Yards)
Arrowhead Concrete	Duluth, Minnesota	\$101.70 x 750 = \$76,275
Duluth Ready Mix	Saginaw, Minnesota	\$103.36 x 750 = \$77,520

Requisition No. 12-0248